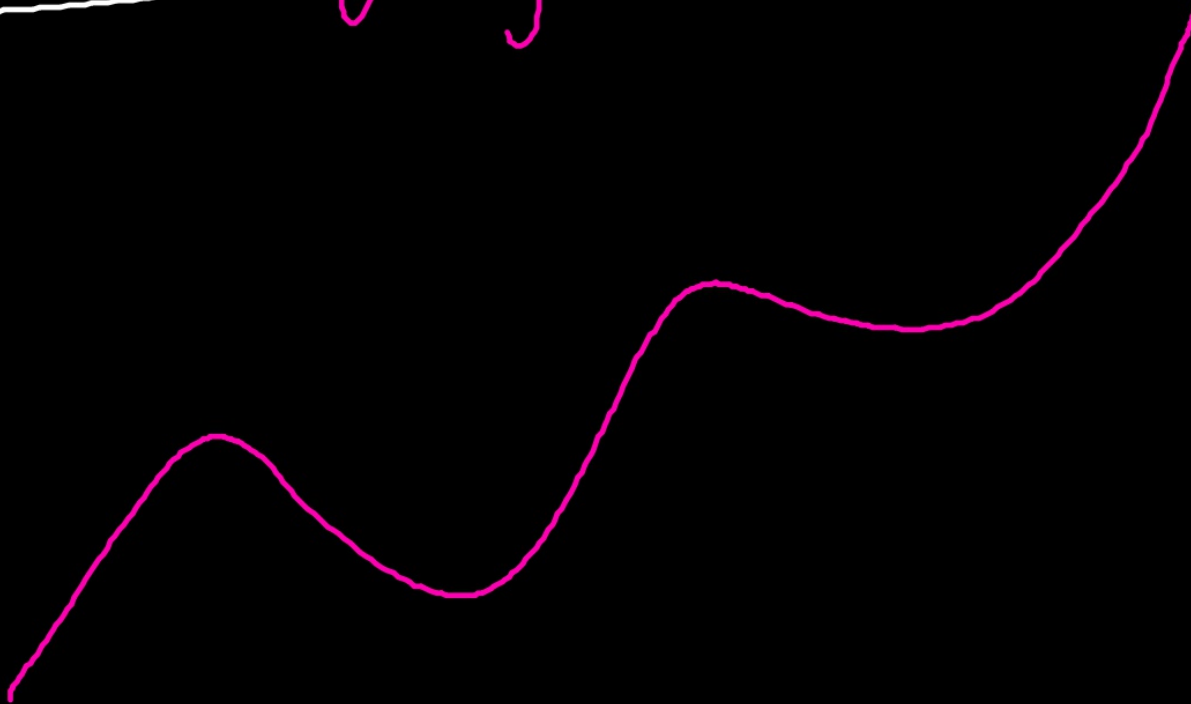


What's the first rule of Economics?

Sustainably grow GDP



Today's learning objective:

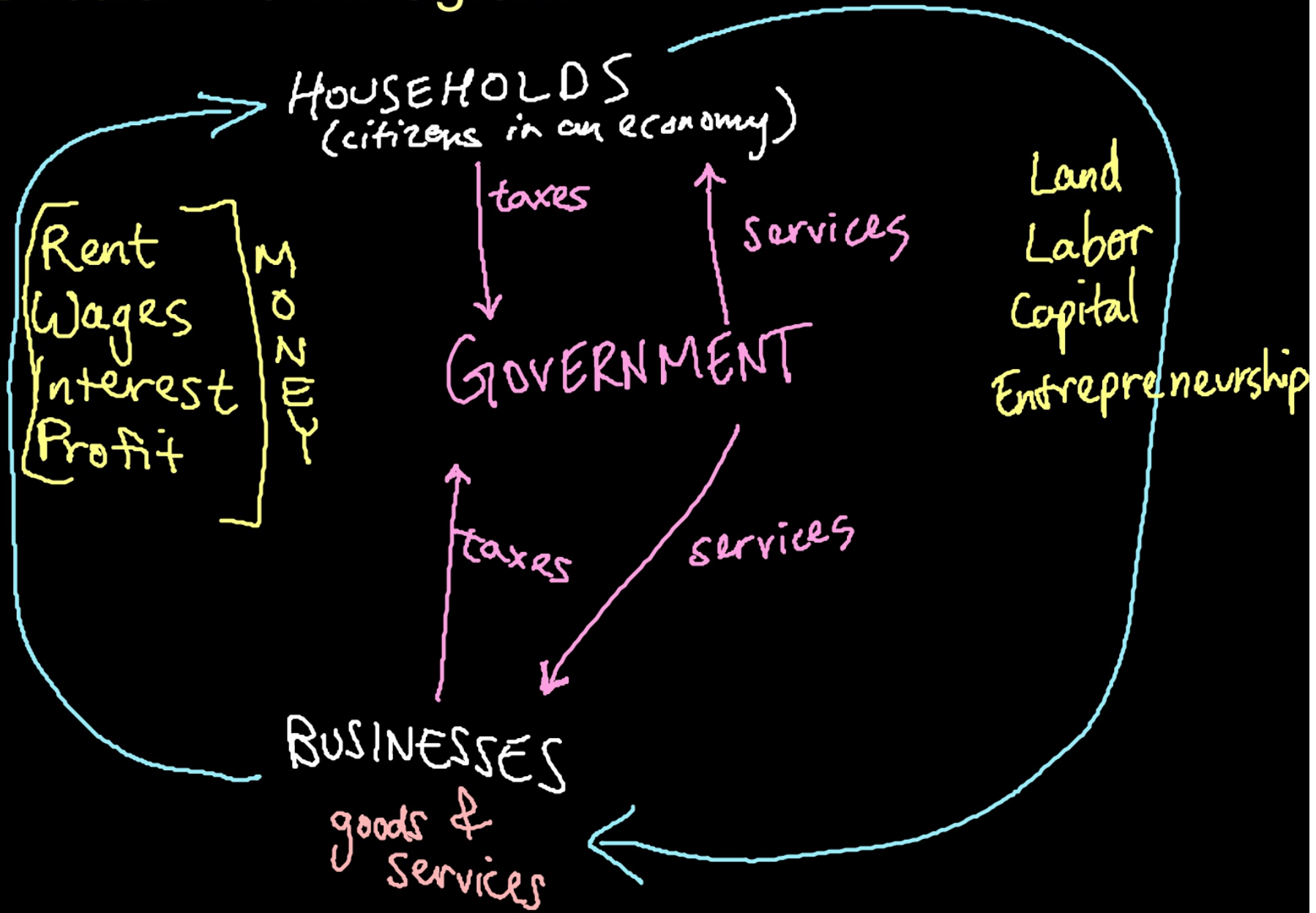
By the end of class, I will be able to identify and explain the four components of GDP and sketch a circular flow diagram.

Today's language objective:

GDP

Circular Flow

Circular Flow Diagram



Components of GDP & Estimate of Impact in %

C: Household / Personal Consumption

60%

+

I: Business Investment

~ 20%

+

G: Gov't spending

~ 20%

+

X: Net Exports

(Exports - Imports)

-1%

100%

\$100 paycheck

20% tax

\$80

tax deductible

- \$100 - charity
- family
- military
- buy house
- electric vehicle

DIZ

\$20

\$20

\$240

Apr 15

Fed. gov't
taxes withheld